

CIGOGNE FUND

ABS/MBS Arbitrage

30/06/2025

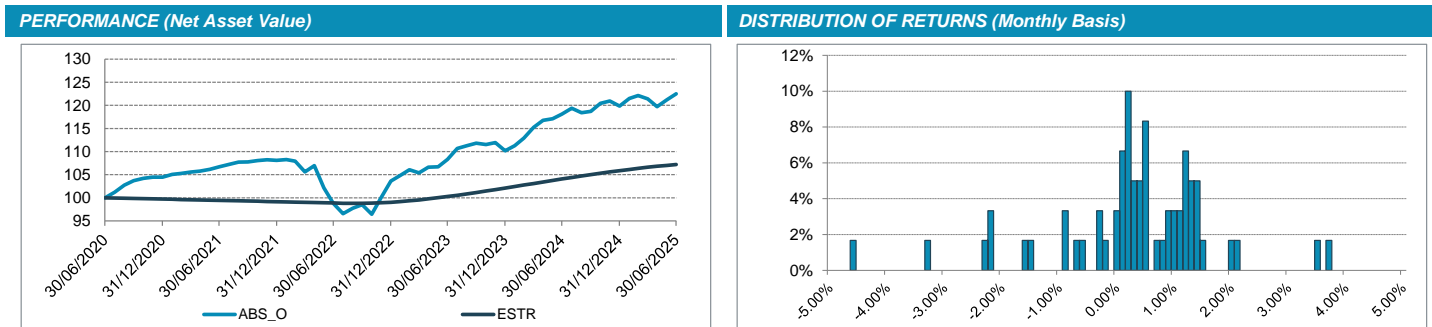


Assets Under Management : 180 332 145.28 €

Net Asset Value (O Unit) : 22 111.13 €

PERFORMANCES													
	January	February	March	April	May	June	July	August	September	October	November	December	YTD
2025	1.37%	0.53%	-0.58%	-1.40%	1.23%	1.08%							2.21%
2024	0.98%	1.47%	2.08%	1.31%	0.29%	0.86%	1.07%	-0.82%	0.28%	1.46%	0.39%	-0.89%	8.78%
2023	1.22%	1.12%	-0.63%	1.15%	0.11%	1.49%	2.17%	0.56%	0.48%	-0.28%	0.39%	-1.56%	6.34%
2022	0.15%	-0.28%	-2.18%	1.30%	-4.52%	-3.26%	-2.26%	1.22%	0.79%	-2.11%	3.74%	3.57%	-4.14%
2021	0.56%	0.20%	0.27%	0.23%	0.35%	0.52%	0.46%	0.50%	0.04%	0.27%	0.14%	-0.12%	3.46%

PORTFOLIO STATISTICS FOR 5 YEARS / SINCE 30/06/2006						
	Cigogne ABS/MBS Arbitrage		ESTR		HFRX Global Hedge Fund EUR Index	
	5 years	From Start	5 years	From Start	5 years	From Start
Cumulative Return	22.50%	121.11%	7.20%	16.93%	8.96%	-6.11%
Annualised Return	4.14%	4.26%	1.40%	0.83%	1.73%	-0.33%
Annualised Volatility	4.77%	10.87%	0.54%	0.47%	3.22%	5.32%
Sharpe Ratio	0.57	0.32	-	-	0.10	-0.22
Sortino Ratio	0.91	0.37	-	-	0.20	-0.28
Max Drawdown	-10.90%	-52.14%	-1.19%	-3.38%	-8.35%	-25.96%
Time to Recovery (m)	8	22	8	16	> 20	> 63
Positive Months (%)	76.67%	79.82%	55.00%	52.19%	56.67%	57.46%



INVESTMENT MANAGERS' COMMENTARY

The performance of the ABS/MBS Arbitrage fund was +1,08%.

The month of June followed in the footsteps of the previous month, delivering a strong performance for securitized assets. The resurgence of uncertainties linked to geopolitical tensions had only a limited impact on bond markets. Across the Atlantic, sovereign debt held up well, supported by the absence of signs of renewed inflation and the gradual normalization of the labor market. In Europe, however, yields did not follow this easing trend. Despite another rate cut by the ECB at the beginning of the month, the central bank indicated a possible short-term pause. Moreover, inflation projections for 2025, 2026, and 2027 were revised upward. On the macroeconomic front, growth proved resilient, driven by strong domestic demand. This context was reflected in the solid performance of the credit market, particularly in the Investment Grade and High Yield segments. In this environment, credit spreads in the European ABS market tightened overall. Strong demand in both the primary and secondary markets during the first half of the year contributed to this trend. New issuances were heavily oversubscribed, with a broad-based tightening of spreads relative to guidance across the capital structure. Secondary market activity remained robust despite a slight slowdown this month, due to a sharp drop in trading volumes over a few days during the Global ABS event. The growing interest in the asset class was further evidenced by a record turnout at this industry conference, which took place in Barcelona. The compartment participated in a transaction early in the month on the primary market: Golden Bar, a deal originated by Santander Consumer Bank that refinances consumer loans in Italy. The transaction priced at 3-month Euribor +75 bps with a 1.8x coverage ratio for the most senior tranche. The subordinated tranches were also well received, with coverage ratios of 4.3x and 7.2x for tranches B and C, respectively. In addition, exposure to the sector was increased through the purchase, on the secondary market, of Sunri 2023-2 paper. These transactions gained in value during the month, in line with the outperformance of Italian assets, as evidenced by the tightening of the 10-year Italian sovereign spread below 90 bps versus the Bund.

ASSET BREAKDOWN		CORRELATION MATRIX		
		Cigogne ABS/MBS Arbitrage	ESTR	HFRX Global Hedge Fund EUR Index
Cigogne ABS/MBS	100.00%	21.54%	24.99%	
ESTR	21.54%	100.00%	6.21%	
HFRX HF Index	24.99%	6.21%	100.00%	

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INVESTMENT OBJECTIVES

Strategies set forth in the ABS / MBS Arbitrage compartment span across two specialties:

- ABS (Asset Backed Securities), MBS (Mortgage Backed Securities) and Covered Bonds arbitrage, which consist in exploiting price inefficiencies between asset backed notes and their refinancing cost (notes purchase related borrowing cost);
- Basis Trade arbitrage, which consists in taking advantage of the spread between the premium offered by a secured note and the CDS premium of the related issuer.

All these strategies focus on the credit component of the underlying financial instruments; any interest rate exposure is systematically hedged. The portfolio is today composed of ABS/MBS and Covered Bonds of high quality, benefiting from a AA- rating (at least) and a weighted average life of 2 years (except on basis arbitrage strategies). The portfolio is well diversified, with more than forty strategies on average.

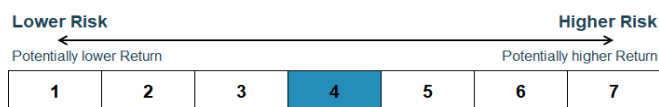
FUND SPECIFICS

Net Asset Value :	€	180 332 145.28
Net Asset Value (O Unit) :	€	1 572 924.18
Liquidative Value (O Unit) :	€	22 111.13
ISIN Code :		LU0648560224
Legal Structure :		FCP - SIF, AIF
Inception Date of the fund :		June 30 th 2006
Inception Date (O Unit) :		April 30 th 2011
Currency :		EUR
NAV calculation date :	Monthly, last calendar day of the month	
Subscription / redemption :		Monthly
Minimum Commitment:	€	100 000.00
Minimum Notice Period:		1 month
Management Fee:		1,50% per annum
Performance Fee :		20% above €STR with a High Water Mark
Country of Registration :		FR, LU
Management Company:		Cigogne Management SA
Investment Advisor:		CIC Marchés
Depository Bank:		Banque de Luxembourg
Administrative Agent:		UI efa
Auditor:		KPMG Luxembourg

MAIN EXPOSURES (In percentage of gross asset base)

BPCL 2024-1 A EUR1+70 31/10/42	2.92%
ISTEL 2025-1 A2 EUR1+73 28/12/40	2.57%
HLFCT 2024-G A EUR3M 31/10/58	2.49%
ACAHB 2024-1 A1 EUR3+56 27/12/61	2.35%
CAR 2025-G1V A EUR1+62 20/07/37	2.17%

RISK PROFILE



The risk category has been determined on the basis of historical data and may not be a reliable indication of the future risk profile. The risk and reward category shown does not necessarily remain unchanged and the categorization of the fund may shift over time.

REASONS TO INVEST IN CIGOGNE ABS/MBS ARBITRAGE

In addition to traditional financial investment, alternative investments aim to provide investors with absolute performances independent from the return of traditional asset classes such as shares, bonds etc. With these objectives, alternative investments can be construed as the natural complement to assets allocation between classical portfolio investment and risks managed performance strategies that take advantages of market inefficiencies.

Cigogne Management S.A. is the alternative asset management branch of Crédit Mutuel Alliance Fédérale, a major actor in the industry. Cigogne Management S.A. benefits from CIC Marchés' deep expertise. Cigogne Management S.A. currently manages the Cigogne Fund, Cigogne UCITS and Cigogne CLO Arbitrage funds (single-strategy funds) as well as the Stork Fund (multi-strategy funds).

Cigogne Fund - ABS/MBS Arbitrage aims to achieve stable and positive performances over time, uncorrelated from traditional asset classes by setting up Asset-Backed Securities (ABS) arbitrage strategies, Mortgage-Based Securities (MBS) strategies and Covered Bonds strategies.

DISCLAIMER

The information contained herein is provided for information purposes only and shall only be valid at the time it is given. No guarantee can be given as to the exhaustiveness timeliness or accuracy of this information. Past performance is no indication of future returns. Any investment may generate losses or gains. The information on this document is not intended to be an offer or solicitation to invest or to provide any investment service or advice. Potentially interested persons must consult their own legal and tax advisor on the possible consequences under the laws of their country of citizenship or domicile. Any person must carefully consider the suitability of their investments to their specific situation and ensure that they understand the risks involved. Subscriptions to fund shares will only be accepted on the basis of the latest prospectus and the most recent annual reports.

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